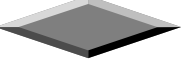


**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

PERFORMANCE AND COMPENSATION COMMITTEE

MINUTES OF MEETING

June 14, 2011



The Performance and Compensation Committee met on Tuesday, June 14, 2011, in the Lincoln Plaza North Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 8:33 a.m. the following members were present:

Louis F. Moret, Chair
Dan Dunmoyer, Vice Chair
Richard Costigan
George Diehr
Grant Boyken for Bill Lockyer
Tony Oliveira
Darlene Schell for Ronald Yank

Excused:

Other Board Members present:

Terry McGuire for John Chiang (in audience)
JJ Jelincic

**AGENDA ITEM 2a – APPROVAL OF THE MAY 17, 2011, PERFORMANCE AND
COMPENSATION COMMITTEE MEETING MINUTES**

The minutes were approved as presented.

**AGENDA ITEM 3a – 2011-2012 PERFORMANCE PLANS FOR THE CHIEF
EXECUTIVE OFFICER, CHIEF ACTUARY, AND GENERAL COUNSEL (SECOND
READING)**

Mr. Willihnganz presented the second reading of the performance plans for the above mentioned staff to the Committee as an action item.

On **MOTION** by Richard Costigan, **SECONDED** and **CARRIED**, the Committee accepted and recommended Board approval of the second reading of the 2011-2012 performance plans for the Chief Executive Officer, Chief Actuary, and General Counsel.

AGENDA ITEM 3b – 2011-2012 PERFORMANCE PLANS FOR THE CHIEF INVESTMENT OFFICER, CHIEF OPERATING INVESTMENT OFFICER, SENIOR INVESTMENT OFFICERS, SENIOR PORTFOLIO MANAGERS, AND PORTFOLIO MANAGERS (SECOND READING)

Mr. Willihnganz presented the second reading of the performance plans for the above mentioned staff to the Committee as an action item.

On **MOTION** by George Diehr, **SECONDED** and **CARRIED**, the Committee accepted and recommended Board approval of the second reading of the 2011-2012 performance plans for the Chief Investment Officer, Chief Operating Investment Officer, Senior Investment Officers, Senior Portfolio Managers, and Portfolio Managers.

AGENDA ITEM 4a – HUMAN RESOURCES DIVISION REPORT

Mr. Willihnganz presented a matrix reflecting the status of various activities occurring within the Human Resources Division and the 2011 master calendar to the Committee as an information item.

AGENDA ITEM 4b – PROPOSED AUGUST 2011 AGENDA

The Committee accepted staff's recommendation to defer the August 2011 meeting of the Performance and Compensation Committee and move all items to the September 2011 meeting.

AGENDA ITEM 5a – PUBLIC COMMENT

There was no public comment.

The meeting was adjourned at 8:45 a.m.

The next Performance and Compensation Committee meeting is scheduled for September 12, 2011, in Sacramento, California.

Date: _____

STEPHEN W. KESSLER
Deputy Executive Officer
Operations and Technology